

DE-odorizing of Central avenue sewer mains will be attended to regularly. Fine!

# The Evening Herald

TO be charged with "lack of financial acumen" ought to make the late Morgan turn over.

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## CARRANZA REFUSES ANY TERMS BUT THOSE OF SURRENDER

### CONSTITUTIONALIST CHIEF FORMALLY NOTIFIES U. S. ALL MEDIATION IS OFF

Regarding Carbajal as Only a Creature of Huerta Victorians Bluntly Decline to Consider Any Conditions of Delivery of Government Which He May Submit. Carbajal Declares Quick Agreement Must Come or He will Quit.

### MEXICO CITY WILL BE STAGE OF NEXT BIG SCENE OF CIVIL WAR

Washington Government Hopes that Plan May Yet be Evolved for Peaceful Surrender of the Mexican Capital to the Victor, Without Further Fighting. Crumbling of Huerta Power Points to Temporary End to War in the Shattered Republic.

(By Leased Wire to Evening Herald.) Washington, July 12.—General Carranza formally notified the United States today that he would engage in no mediation whatever with the Huerta delegates and would accept only the terms of absolute surrender.

**QUICK AGREEMENT OR CARRANZA WILL QUIT**  
Mexico City, July 12.—Authoritative quarters today declare that unless a quick agreement is reached between the contending factions in Mexico, Francisco Carbajal, minister of foreign affairs, will sever his connection with the administration.

### MEXICO CITY WILL BE STAGE OF NEXT BIG SCENE

Washington, July 12.—Mexico City was looked to today as the place where the next big scene in the Mexican situation would be staged. With Huerta about to quit and turn over his affairs to his now foreign minister, Francisco Carbajal, hope was expressed that a way might be found peacefully to transfer the government to the constitutionalists and avert military conquest of the capital by their triumphant forces.

Carranza has announced his unwillingness to deal with Carbajal, regarding him as the creature of Huerta. Nevertheless, it has been suggested that parleys for the quick transition of power might take place if Carbajal appeared in the role of representative of a faction, rather than as provisional head of a government which the constitutionalists refuse to recognize. Carranza, it was declared, intended to follow the "plan of Guadalupe," which provides for military occupation of the capital. However, several European and South American nations, it was said, might frown on such a course. They regard with apprehension the possibility of fighting in Mexico City and the assumption of power without some previous guarantee to the populace. It has been strongly intimated that if Carranza, after Huerta's elimination, should insist upon his original program of military occupation, it would be manifested by several nations. They might refuse to recognize the constitutionalist leader unless he showed a disposition to give some quarter.

Indications were not lacking, however, that a way might be found for the transfer of power without much further fighting. The proposition prevailed widely in Washington that hostilities in Mexico were near an end. It was suggested that if arrangements of peace were settled upon, Carranza could enter the capital with only a comparative force to help preserve order. The remainder of his army would remain at the capital's gates near their present headquarters to be dispersed upon the restoration of peace.

All hope of any peace between representatives of Huerta, who took part in the Niagara Falls proceedings, and the constitutionalists on the basis proposed by the South

hydrated vegetables to the menu of the troops at Vera Cruz. Upon the results obtained during the next few weeks will depend whether dehydrated vegetables will supplant those fresh from the garden on the army bill of fare.

### ANNOUNCES MEMBERS OF NEW AMERICAN TRADE COUNCIL

(By Leased Wire to Evening Herald.) New York, July 12.—For the purpose of coordinating the foreign trade activities of the nation in an aggressive and systematic extension of American overseas commerce, Alva B. Johnson, president of the National Foreign Trade convention, held at Washington May 27 and 28, today announced the personnel of the foreign trade council, created by resolution of the several hundred delegates from all parts of the United States who attended the conference. James A. Farrell, president of the United States Steel corporation, is named as the chairman, and all sections of the country, and practically all branches of industry, commerce, transportation and finance are represented among the members.

Outlining the purpose of the council, Mr. Farrell said: "The next great era in the economic development of the United States will be the extension of our foreign trade, and the formation of the foreign trade council is a necessary preparation for this evolution in our business life. By gathering active and representative business men into such a body and co-operating with all elements in our overseas commerce it is hoped to encourage every practical and sound policy designed to secure for us our share of the trade of the world's markets. The foreign trade of the United States is now valued at four and one-half billion dollars a year, of which two and one-half billion dollars represents exports. This trade has developed largely by reason of our natural resources and the individual enterprise of American industry, but without an American merchant marine, comprehensive national policy of commerce and industrial co-operation. The foreign trade is important as affecting American industrial enterprise and labor at home. On the other hand, it is not large enough to absorb all our manufacturing potentialities."

### ASSASSIN STABS A FRIEND OF THE Czar

Mystic Lay Monk Gregory Rasputin Struck Down by Military Dagger in Hands of Mysterious Woman.

(By Leased Wire to Evening Herald.) St. Petersburg, July 12.—Details reached here today in a dispatch by courier of a probably fatal attack on the mystic lay monk, Gregory Rasputin, whose influence over the emperor is said to be very great. Rasputin, who has been one of the most prominent figures in Russia in recent years, was visiting his native village, Pokrovskoye, in the province of Tobolsk, Siberia, when a woman, a stranger to the locality, approached him, pretending to be a beggar. After accosting him she stabbed him in the abdomen with a long military dirk.

The assailant was arrested and confessed she had waited two weeks for the opportunity. She said she was a factor prophet and was leading everybody in Russia astray. Doctors who examined the monk's wound declared it was likely to prove fatal.

### MARINES READY TO MOVE INTO SANTO DOMINGO

(By Leased Wire to Evening Herald.) Washington, July 12.—Seven hundred marines today were ordered assembled at Guantanamo, Cuba to be held in readiness for service in revolution-torn Haiti and Santo Domingo.

### ANTI-TRUST BILLS WILL BE READY TOMORROW

Senate Judiciary and Interstate Commerce Committees Working Hard on Administration Measures.

### PRESIDENT DENIES FIGHT WITH SENATE

Tells Visitors Today He has Definite Assurance Jones and Warburg will be Confirmed.

(By Leased Wire to Evening Herald.) Washington, July 12.—The Senate Judiciary and Interstate Commerce committees planned to put in a busy day in perfecting the administration's anti-trust bills in the hope of having those measures ready for submission to the senate tomorrow or Wednesday at the latest. It had generally been expected that the bills would be reported today, but the committees were unable to finish their labors.

The interstate trade commission bill has been perfected and great progress has been made towards the completion of the remainder of the trust program—the Clayton anti-trust and the railway securities bill. Numerous changes have been made in both of the latter bills as they passed the house. The interstate commerce commission was expected to dispose of today the question of exempting from the provisions of the bill electric railroads which carry a small interstate business and the proposal to exempt telephone lines from the house bill. There is considerable difference of opinion in the committee over the question of exemption of electric railroads.

The judiciary committee planned today to change the wording of the provisions relating to the issuance of injunctions and to revise somewhat the provisions relating to the issuance of injunctions and to revise somewhat the provisions prohibiting

### TAFT MENTIONED AS SUCCESSOR TO LURTON

Former President Most Frequently Mentioned as Likely to be Named to Vacancy on Supreme Bench.

(By Leased Wire to Evening Herald.) Washington, July 12.—Discussion as to when President Wilson will appoint to fill the vacancy on the supreme court bench caused by the death last night of Associate Justice Lurton continued here today. The names of those mentioned in connection with the vacancy include former President William H. Taft, members of the cabinet and others. It is not believed that the president has ever considered any name in connection with the vacancy.

In addition to Mr. Taft, those mentioned include Attorney General McReynolds, Secretaries Lane and Garrison, Senator Shields of Tennessee, Frederick Lehman, former solicitor general, and one of the American delegates to the Mexican peace conference at Niagara Falls, and that of John W. Davis of West Virginia, the solicitor general.

interlocking directorates, holding companies and price discrimination.

### PRESIDENT DENIES HE HAS FIGHT WITH SENATE

Washington, July 12.—President Wilson today denied that there was any conflict between him and the senate over the nominations of Paul Warburg and Thomas B. Jones, as members of the federal reserve board. In talks with callers Mr. Wilson said he had definite assurance Mr. Jones would be confirmed. He did not discuss the case of Mr. Warburg except to say that he senate as a whole would be perfectly fair.

### PRESIDENT MEETS MORE BUSINESS MEN TODAY

Washington, July 12.—President Wilson today discussed conditions with Raphael Herman of Detroit and Joseph G. Branch of Chicago. Herman said that, in his opinion, business men generally agreed that anti-trust legislation should be put through at the present session of congress and that business conditions generally were improving.

### Fatal German Student Duet.

Marburg, Germany, July 12.—A student of the university here died today after a duel with a fellow student during which his jugular vein was severed.

### ORANGEMEN OPEN SHAM ATTACK ON LONDONDERRY

Nationalists Alarmed When Cannonade Opens on Residence Section and Prepare for Defense.

(By Leased Wire to Evening Herald.) Londonderry, July 12.—The Orangemen here began the celebration of the anniversary of the battle of Boyne with a cannonade during which they projected their explosives so that they burst over the residences in the Catholic section of the city. The Nationalists, believing the cannonade to be a prelude to aggressive action on the part of the Orangemen, organized for defense but up till noon no collision between the parties had taken place.

While the Orangemen were attending church on Sunday and the police were busy guarding their processions, the Nationalist volunteers succeeded in bringing into the city two automobile loads of rifles.

The rifles had been landed at the entrance to Lough Swilly in the north of Ireland by a passing steamer from America under the noses of the crews of a flotilla of destroyers lying in the Lough.

### GREAT CELEBRATION AT BELFAST IS PEACEFUL

Belmont, July 12.—The insistent demand of the Protestant portion of the province of Ulster for exclusion from the operations of the Irish home rule bill lent added interest to today's celebration of the anniversary of the battle of the Boyne. The celebration was carried out here with great enthusiasm.

Sir Edward Carson, the Ulster Unionist leader, rode at the head of 5,000 Orangemen through the city of Belfast to Drumbragh, where a great open-air meeting was addressed by Sir Edward and other leaders. The Nationalist quarter of Belfast was carefully avoided by the demonstration and on no occasion during the procession did the rival factions come into contact.

All the military were confined to barracks as is usually the case during political demonstrations. A great crowd of tourists, including many Americans, came to see the procession and to hear the speeches which were a prelude to the resolutions calling on the Ulster leaders to at once what steps they considered necessary to prevent Ulster coming under the authority of the Dublin parliament.

### SORRY THE BEASTLY THING FAILED TO GO OFF

Suffragette Expresses Sincere Regret that Bomb Planted to Wreck Church Didn't do the Business.

(By Leased Wire to Evening Herald.) London, July 12.—When Annie Bell, the militant suffragette, was arraigned today for trying yesterday to destroy Archbishop Wellesbourne's famous old church of St. John the Evangelist, Westminster, with a bomb, she said: "The only thing I regret is that the beastly thing did not go off."

## TERRIBLE ARRANGEMENT OF MONEY CROOKS WHO WRECKED NEW HAVEN

Interstate Commerce Commission, in Exhaustive Report to Senate Brands as Criminal Negligence and Most Glaring Instance of Maladministration in Railroad History of Country the Mellen-Morgan-Rockefeller Management of Spoiled Railroad.

### 60 TO 90 MILLION DOLLARS DECLARED LOST STOCKHOLDERS BY JUGGLING OF WALL STREET MEN

Suits to Recover Huge Sums will Lie in New York, Rhode Island and Massachusetts and Under Federal Statutes. Detailed List of Wrongs Range from Criminal Carelessness and Lack of Financial Acumen to Downright Theft of Millions.

(By Leased Wire to Evening Herald.)

Washington, July 12.—"Criminal negligence and one of the most glaring instances of maladministration revealed in all the history of American railroading" were the terms the interstate commerce commission employed today in reporting to the senate on its investigation of New Haven railroad financial affairs.

The commission's conclusions may be summed up in this way: "Losses to New Haven stockholders for the acts of their directors will range from \$50,000,000 to \$90,000,000. Suits to recover should lie in some cases." Many of the transactions, characterized as violations of the laws of New York, Rhode Island and Massachusetts, and of the federal anti-trust laws, have been reported to the authorities of the states and the federal department of justice.

The deposition of the Boston & Maine began when the Mellen-Morgan-Rockefeller management came into control. John L. Billard and the Billard company were merely agencies of the New Haven; Billard never used a dollar of his own money and burned his books and papers. It was not the understanding of the New Haven board that he should take profits of more than \$2,000,000.

"All the assets of the Billard company belonged to New Haven stockholders and a suit by the railroad against Billard and those who participated in the transactions should be maintained."

Dummy corporations and their use, which the report says in the New Haven was frequent, are condemned in unmeasured terms.

The system of interlocking directorates is condemned as it existed on the New Haven and in general. The commission says it found most every other interest was better represented on the New Haven board than the stockholders.

President Mellen's dealings with former Police Inspector Thorne of New York in the Westchester transaction were branded as "corrupt and infamous." The amount illegally expended should be recoverable.

The purchase of Rhode Island trolley lines and steamship companies was described as extravagant and wasteful.

All the transactions, the commission holds, were consummated with the use of secret and complete transportation monopoly in New England in violation of the federal statutes.

### SIXTY TO NINETY MILLION DOLLARS WERE "LOST"

In a report of 30,000 words, probably the most drastic in terms of any ever made by the commission, the New Haven's directors were pronounced "criminally negligent." Evidence pointing to violation of law has been transmitted to district attorneys in Massachusetts, Rhode Island and New York and the federal department of justice.

"A reasonable estimate of the loss to the New Haven by reason of waste and mismanagement," says the report, "will amount to between \$60,000,000 and \$90,000,000. Directors should be made individually liable to civil and criminal laws for the manner in which they discharge their trust."

### ALL DIRTY DEALING UNDER MELLEN ADMINISTRATION

Ad the commission's strictures were on the management of the New Haven system under former President Mellen.

In justice to the present management, the commission says, it is but fair to say that Chairman Howard Elliott and Walker E. Hines, special counsel, "have co-operated with the commission and rendered it substantial assistance throughout this investigation."

and improvident administration of the finances of the New Haven as shown in this investigation are the Boston & Maine despoliation; the inequity of the Westchester acquisition; the double price paid for the Rhode Island trolley; the recklessness in the purchase of Connecticut and Massachusetts trolleys at prices exorbitantly in excess of their market value; the unwarranted expenditure of large amounts in "educating public opinion;" the disposition, without knowledge of the directors, of hundreds of thousands of dollars for influencing public sentiment; the habitual payment of unadvised vouchers without any clear specification of details; confusing interrelation of the principal company and its subsidiaries and consequent complication of accounts; the practice of financial ledgerdom in issuing large blocks of New Haven stock for notes of the New England Navigation company, and manipulating these securities back and forth; fictitious sales of New Haven stock to friendly parties with the design of boosting the stock and unloading on the public at the higher "market price;" the unlawful diversion of corporation funds to political organizations; the scattering of retainers to attorneys of five states, who rendered no itemized bills for services and who conducted no litigation to which the railroad was a party; extensive use of a paid lobby in the matters as to which the directors claim to have no information; the attempt to control utterances of the press by subsidizing reporters; payment of money and the profligate issue of free passes to legislators and their friends; the investment of \$400,000 in securities of a New England newspaper; the regular employment of political bosses in Rhode Island and other states, not for the purpose of having them perform any service but to prevent them, as Mr. Mellen expresses it, from "becoming active on the other side" the retention of John L. Billard for more than \$2,000,000 in a transaction in which he represented the New Haven and into which he invested not a dollar; the inability of Gokhale Thorne to account for \$1,032,000 of the funds of the New Haven intrusted to him in carrying out the Westchester proposition; the story of Mr. Mellen as to the distribution of \$1,200,000 for corrupt purposes in bringing about amendments of the Westchester and Fortchester franchises; the domination of all the affairs of this railroad by Mr. Morgan and Mr. Mellen and the absolute subordination of other members of the board of directors to the will of these two; the unwarranted increase of the New Haven liabilities from \$23,000,000 in 1902 to \$417,000,000 in 1913; the increase in floating notes from nothing in 1902 to approximately \$45,000,000 in 1913; the indefensible standard of business ethics and the absence of financial acumen displayed by eminent financiers in directing the destinies of this railroad in its attempt to establish a monopoly of the transportation of New England.

"A combination of all these has resulted in the present deplorable situation in which the affairs of this railroad are involved."

"From the facts developed in this investigation it would seem that there is little question concerning the recovery of a substantial amount of the stockholders' money that has been wasted. Several items of this nature are briefly summarized:

### HUGE SUMS THAT MAY BE RECOVERED

Overpaid Perry and Thorne in commissions, \$262,750.

"Illegally spent in obtaining Westchester franchise changes, \$1,524,672.77.

"In the Billard transaction, \$2,248,700.

"The money with which Billard acquired the 15,755 additional shares of common stock and 548 shares of preferred stock of the Boston & Maine Railroad company was furnished by the New England Navigation company. This stock was turned back to the navigation company for \$2,275,032. It would seem that a